

BOARD OF ECONOMIC DEVELOPMENT
GOED CONFERENCE ROOM, 210 E 4TH STREET, PIERRE, SD
TUESDAY, JUNE 12, 2012 – 10:00 AM CST

Members Present

Chairman Jeff Erickson , Dale Clement, Tony Klein, Sharon Casey, John Calvin, Mike Luken, Mark Mickelson, Ted Hustead, Don Kettering, Pat Prostrollo

Staff Present

Commissioner Pat Costello, Deputy Commissioner Nathan Lukkes, Kim Easland, Ashley Moore, Travis Dovre, Cody Richter, Tanner Pruess

Other Staff Present

Mandy Kuipers- BankWest, Loan Servicing Agent

Call to Order

Chairman Erickson called the meeting to order at 10:04 am.

Agenda

A motion was made by Sharon Casey and seconded by Tony Klein to approve the agenda as presented.

Motion prevailed by a unanimous roll call vote.

Minutes

A motion was made by Pat Prostrollo and seconded by Don Kettering to approve the minutes of May 8, 2012 as amended.

Motion prevailed by unanimous roll call vote.

Executive Session

A motion was made by Mark Mickelson seconded by Pat Prostrollo to enter into executive session at 10:15 a.m. to discuss contract matters and commercial and financial information relating to loan and other assistance to applicants.

Motion prevailed by unanimous roll call vote.

Executive Session Report

The Chairman declared the board out of executive session at 11:20 a.m. The Chairman reported that the Board of Economic Development entered into Executive Session to discuss commercial and financial information relating to loan and other assistance to applicants.

A motion was made by Pat Prostrollo and seconded by Mike Luken approve the chairman's report from executive session.

Motion prevailed by unanimous roll call vote.

Loan Reviews

Buhler Industries, Inc., Glacial Lakes Energy LLC, Integra Plastics, Inc, Lasercut Inc., Rancher's Livestock Equipment and Welding, LLC, Rush Company, Steck Wholesale Foods, Inc., Vantage Point Solutions, Inc., Watertown Development Company

A motion was made by Don Kettering and seconded by Tony Klein to approve the loan reviews and recommendations as presented.

Motion prevailed by roll call vote with Ted Hustead and Mike Luken abstaining.

Old Business

Deadwood Biofuels, LLC

A motion was made by Ted Hustead and seconded by Dale Clement to approve interest only payments April – July 2012.

Motion prevailed by unanimous roll call vote

A motion was made by Ted Hustead and seconded by Dale Clement to approve the loan modification as presented and amended.

Motion prevailed by unanimous roll call vote

Northern Beef Packers

The Chairman called for a motion to approve the request as presented. No such motion was made.

A motion was made by John Calvin and seconded by Ted Hustead to deny the request as presented.

Motion prevailed by unanimous roll call vote

ZeaChem Inc.

A motion was made by Pat Prostrullo and seconded by Mike Luken to approve returning unused VASF funds to the account for future use.

New Business

Metalworks, LLC

A motion was made by Tony Klein and seconded by Sharon Casey to approve the loan request from Metalworks, LLC in the amount of \$500,000. Secured by a shared first on real estate, 20 year amortization, 10 year balloon, rate fixed for 2% for five years then rate adjusts to match bank rate for the remaining five years. Loan will have personal and corporate guarantees.

The loan is approved according to the terms and conditions of the commitment letter and that all documents may be executed on behalf of the Board by the Commissioner of Governor's Office of Economic Development or the Commissioner's designee.

Motion prevailed by unanimous roll call vote

Bills

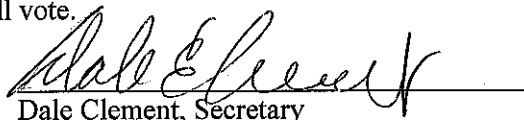
A motion was made by Mike Luken and seconded by Pat Prostrullo to approve the bills payable to BankWest in the amount of \$12,121.30 for the ~~May~~ Servicing, May, Adam, Gerdes & Thompson, LLC in the amount of \$3,159.00 for Legal Work and Clausen & Rice, LLP in the amount of \$1,500.00 for Accounting Services.

Motion prevailed by unanimous roll call vote.

Adjourn

A motion was made by Mark Mickelson and seconded by Tony Klein to adjourn the meeting at 11:27 am.

Motion prevailed by unanimous roll call vote.


Dale Clement, Secretary